

## **OBJECTIVE**

We plan to use principal component analysis to reduce the number of variables into a smaller set that captures the most significance. From there, we will use principal component regression to make our predictions and find our final model.



### Background





#### Japan

In 2022, Japan experienced a massive heat wave resulting in the government asking households and businesses to turn off lights to sustain air conditioning.

#### **Britain**

In comparison to other first world countries, buildings in Britain are generally much older. As a result, they have worse insulation temperatures..

#### **Dataset Information**



#### **Sources**

UC Irvine Machine Learning Repository By Athanasios Tsanas & Angeliki Xifara



#### Goal

Find the most influential variables for our target variable.



768 observations and 8 features.

Approximately 192 unique building shapes with 4 different orientations which gives us 768 unique observations



Heating Load (kWh/m²): Real Number -Cooling Load (kWh/m²): Real Number -



#### **Predictors**

- Relative Compactness: Real Number
- Surface Area (m2): Real Number
- Wall Area (m2): Real Number
- Roof Area (m2): Real Number
- Overall Height (m): Real Number
- Orientation (2:North, 3:East, 4:South, 5:West): Integer
- Glazing Area (% of wall is glass): Real Number
- Glazing Area Distribution (glass windows/doors): Integer



# Data Cleaning & & Normalization

Missing Values: None

We felt all of presented variables in the dataset aligned with our goal, so we kept did not remove any.

Note: Dataset is machine generated

Our predictors have different magnitudes and ranges, so we applied a scale function to our dataset to normalize it.

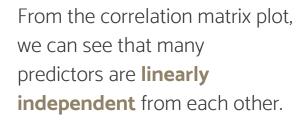
## **Exploratory Analysis - Correlation**

value

0.5

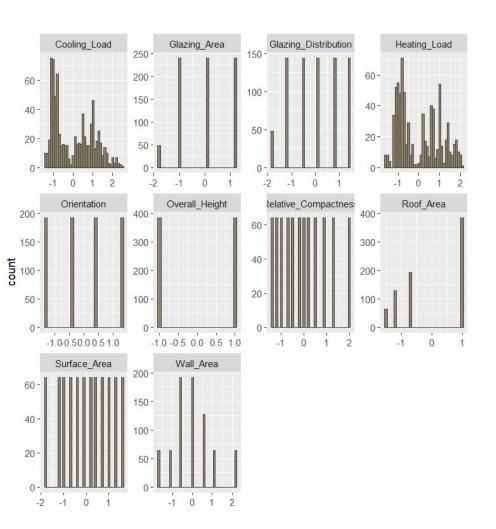
-0.5





However, there are some predictors that are **linearly dependent** of each other. We will investigate this later.

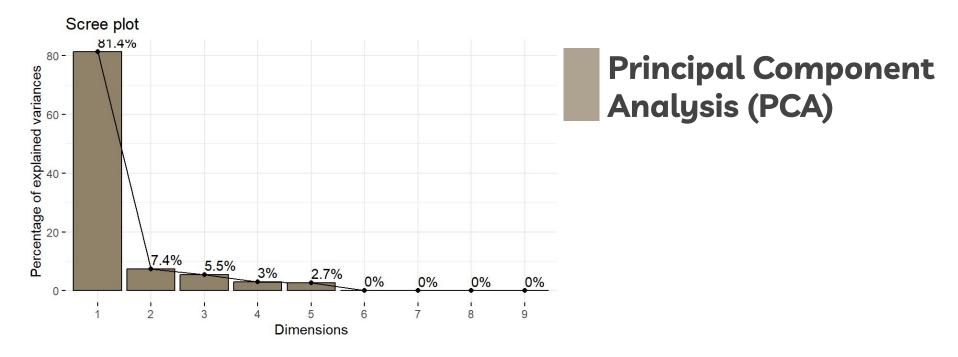
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## Exploratory Analysis - Variable Distribution

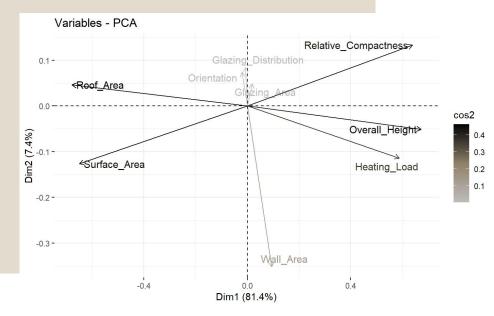
Since our data is simulated, many of the variable distributions are uniform.

Our scale function does not alter the content of our data, so should expect the spread of the data to be the same before and after.



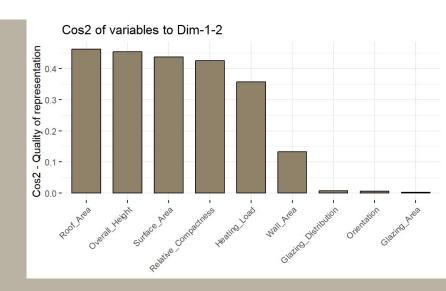
We utilized PCA to reduce the dimensionality of our data. From the the summary above we can see that component 1 and component 2 explain about 90% of our data's variance.

Therefore, it is sufficient to say that the first 2 principle components accurately represent our data.



The following graphs visualize the importance of each variable on the first two principal components. We can see that Roof Area, Overall Height, Surface Area, and Relative Compactness are the most influential predictors.

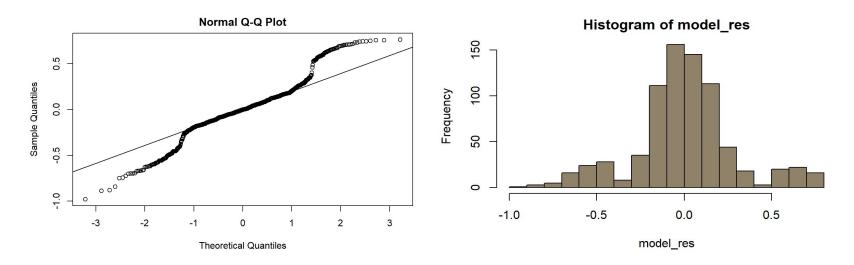
## Principal Component Analysis (PCA)



## Multiple Linear Regression

Before we can apply a linear regression model, we have to check certain assumptions. We need to check weather the residuals are normally distributed and linear.

From the Q-Q plot we can conclude that the residuals are mostly linear. The histogram indicates that the residuals are mostly normally distributed. We have checked our assumptions, so we can move on to regression.



Estimate Std. Error t value Pr(>|t|)

Residuals:

Min 1Q Median 3Q Max -0.9843 -0.1307 -0.0026 0.1346 0.7648

#### Coefficients:

```
    (Intercept)
    -1.655e-15
    1.049e-02
    0.000
    1.00000

    Relative_Compactness
    -6.790e-01
    1.078e-01
    -6.299
    5.06e-10
    ***

    Surface_Area
    -7.620e-01
    1.490e-01
    -5.115
    3.97e-07
    ***

    Wall_Area
    2.629e-01
    2.873e-02
    9.153
    < 2e-16</td>
    ***

    Overall_Height
    7.237e-01
    5.862e-02
    12.345
    < 2e-16</td>
    ***

    Glazing_Area
    2.632e-01
    1.074e-02
    24.503
    < 2e-16</td>
    ***

    Glazing_Distribution
    3.132e-02
    1.074e-02
    2.916
    0.00365
    **

    ---
    Signif. codes:
    0 '***'
    0.001 '**'
    0.05 '.'
    0.1 ''
    1
```

Residual standard error: 0.2906 on 761 degrees of freedom Multiple R-squared: 0.9162, Adjusted R-squared: 0.9155 F-statistic: 1387 on 6 and 761 DF, p-value: < 2.2e-16

## **ANOVA**

We utilized stepwise variable selection to find the best model. The model we found contained all predictors except **Orientation** and **Roof Area**.

#### **Findings**

After removing variables based on the stepwise function. The reduced model is **sufficient** due to p-value > 0.05.

Analysis of Variance Table

```
Model 1: Heating_Load ~ Relative_Compactness + Surface_Area + Wall_Area + Roof_Area + Overall_Height + Orientation + Glazing_Area + Glazing_Distribution

Model 2: Heating_Load ~ Relative_Compactness + Surface_Area + Wall_Area + Overall_Height + Glazing_Area + Glazing_Distribution

Res.Df RSS Df Sum of Sq F Pr(>F)

1 760 64.273
2 761 64.278 -1 -0.0051323 0.0607 0.8055
```



#### Reduced

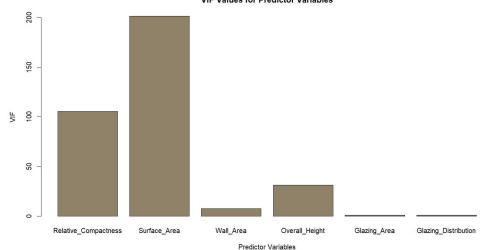
Half of the current variables pose a problem of multicollinearity († VIF)

Since we have issues with multicollinearity, we decided to implement **PCR** to mediate these issues.

#### **VIF**







Relative\_Compactness

105.524054

31.205474

Overall\_Height

```
Data:
        X dimension: 768 8
        Y dimension: 768 1
Fit method: svdpc
Number of components considered: 8
VALIDATION: RMSEP
Cross-validated using 10 random segments.
       (Intercept) 1 comps 2 comps 3 comps
                                               4 comps
                                                        5 comps
                                                                 6 comps
                                                                          7 comps
                                                                                   8 comps
             1.001
                     0.6080
                              0.4528
                                                0.3752
                                                         0.3451
CV
                                       0.3745
                                                                  0.2949
                                                                           0.2922
                                                                                    0.2940
adjcv
            1.001
                    0.6079
                              0.4469
                                       0.3734
                                                0.3750
                                                         0.3450
                                                                  0.2947
                                                                           0.2920
                                                                                    0.2921
TRAINING: % variance explained
              1 comps 2 comps
                                3 comps
                                         4 comps
                                                  5 comps
                                                           6 comps
                                                                    7 comps
                                                                             8 comps
                46.29
                         61.78
                                  76.95
                                           89.45
                                                    99.28
                                                             99.94
                                                                     100.00
                                                                              100.00
Heating_Load
               63.23
                         80.87
                                  86.13
                                           86.13
                                                    88.24
                                                             91.46
                                                                      91.62
                                                                               91.63
```

# Principal Component Regression (PCR)

After creating a PCR model, we must decide on which principle components are valuable. We found that the first three components are sufficient to use. We chose this based on the RMSEP value and Heating Load's % of variance explained.

## Principal Component Regression (PCR)

Now that we have our model and the optimal number of principal components, we can find our coefficient values for each predictor.

From the visual, we can see that **Wall Area**, **Roof Area**, and **Overall Height** are our most influential predictors on our target variable.

After finding our final model, we must test the predictive power. We split the data up into training and test data. We Then made a prediction vector and tested it using the test data. We had an RMSE value of **0.587** which is considerable low.

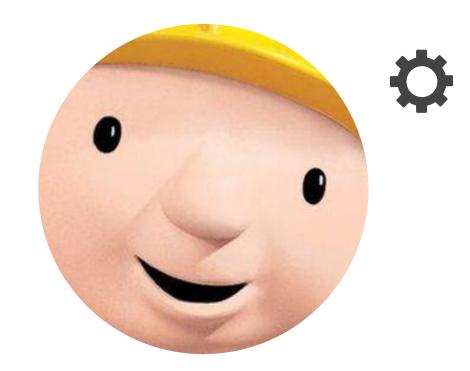
Relative Compactness:	0.112
Surface Area:	-0.119
Wall Area:	0.346
Roof Area:	-0.284
Overall Height:	0.284
Orientation:	-0.021
Glazing Area:	0.140
Glazing Distribution:	0.164

## **Problems**

- Multicollinearity
- Simulated Data
  - lacks randomness

#### **Future Work**

- Implement the project using multiple real world data sets instead of a simulated one.
- Experiment with other models



## **THANKS**

Does anyone have any questions?

